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BENEFITS OF ASSOCIATION BENEFIT PLAN IMPROVED FOR 1968

As a participant of the Federal Employees Health Benefits

Program, GEHA contracts with the U. S. Civil Service Commission

for the Association Benefit Plan and, by Commission regulation, must

negotiate any changes of benefits or rates by August of the year preceding
that in which the changes become effective. Aware of the steadily

advancing hospital room and board charges, GEHA foresaw a need for

increased coverage of this expense and last August contracted for an

increased basic benefit of \$40 per day, to become effective 1 January

1968. As in the past, GEHA has continued its policy of keeping Association Benefit Plan premiums below that of the two government-wide plans;

however, the added protection against rising hospital cost necessarily

resulted in an increase in 1968 premiums which had to be born by the

employee.